

## Message Text

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ORIGIN EB-07

INFO OCT-01 EA-07 ISO-00 AGRE-00 SP-02 USIA-06 AID-05  
NSC-05 CIEP-01 TRSE-00 SS-15 STR-04 OMB-01 CEA-01 L-03  
H-01 CIAE-00 COME-00 FRB-03 INR-07 NSAE-00 XMB-02  
OPIC-03 LAB-04 SIL-01 /079 R

DRAFTED BY EB/OF/FFD:CRC AVANAUGH:DE  
APPROVED BY EB/OF/P:JAFERCH  
EB/OF/FFD:ROGDEN  
FFP/FFD:PRUSBY  
USDA/FAS:MCHAMBLISS  
EA/PHL:JSARTORIOUS

-----071934Z 106937 /53

R 071813Z JAN 77  
FM SECSTATE WASHDC  
TO AMEMBASSY MANILA  
INFO AMEMBASSY WELLINGTON

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E.O. 11652:N/A

TAGS: EAGR, ETRD

SUBJECT:TITLE II SECTION 206 NFDM PROGRAM IN PHILIPPINES

1. OFFICIALS OF NEW ZEALAND EMBASSY MET WITH STATE, AID  
AND USDA REPRESENTATIVES JANUARY 6 SEEKING STATUS OF PRE-  
SENT PROGRAM AND CLARIFICATION OF SOME ASPECTS WHICH ARE  
TROUBLING NEW ZEALAND OFFICIALS IN MANILA AND WELLINGTON.  
THEY ALSO REITERATED THEIR CONCERN RE IMPACT OF PROGRAM  
ON NEW ZEALAND'S COMMERCIAL MARKET. SPECIFIC QUESTIONS  
WERE: HOW THE MILK WILL BE DISTRIBUTED, WHO HAS OVERSIGHT  
AUTHORITY, WHAT IS ROLE OF CENTRAL BANK, AT WHAT PRICE  
WILL MILK BE SOLD, IS US CONSIDERING INCREASING PROGRAM.  
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2. US REVIEWED GENESIS OF PROGRAM EXPLAINING IT IS  
STILL ON TRACK, ALTHOUGH IMPLEMENTATION DELAYED DUE NUMBER  
FACTORS SUCH AS WORKING OUT PROCEDURES UNDER THIS NEW  
AUTHORITY OF PL 480, AND ASSURING THAT CCC-OWNED NFDM  
STOCKS MET STANDARDS OF PHILIPPINE DAIRY TRADE. WE POINTED  
OUT THAT ALL TERMS AND CONDITIONS ON WHICH WE CONSULTED

WITH THEM LAST SUMMER WOULD BE EXTENDED INTO CY 1977 AND THAT WHEN PHILIPPINE IMPORT DATA FOR CY 1976 IS AVAILABLE, WE WOULD REVIEW UMR AND ADVISE THEM IF DIFFERENT LEVEL IS CONSIDERED APPROPRIATE. WE NOTED OUR VIEW THAT REVISED DELIVERY SCHEDULE WOULD IMPACT LESS ON MARKET THAN THAT

ORIGINALLY PROPOSED. NEW ZEALANDERS RESPONDED THAT THEIR COMMERCIAL PEOPLE IN MANILA NOW FEEL THE 10,000 MT CAN BE ABSORBED WITHOUT DISRUPTING COMMERCIAL MARKET. HOWEVER, THEY AGAIN STRESSED IMPORTANCE OF PHILIPPINE MARKET TO NEW ZEALAND AND CONCERN THAT NEW ZEALAND COMMERCIAL INTERESTS COULD BE ADVERSELY AFFECTED.

3. ON SPECIFIC PROGRAM IMPLEMENTATION QUESTIONS, WE DETAILED SECTION 206 PROCEDURES AS SET OUT IN PROPOSED TA. WE NOTED THAT US IS NOT NOW CONSIDERING AN INCREASE IN THE PROGRAM. WE WERE UNABLE TO ADDRESS QUESTION OF ANY CENTRAL BANK ROLE.

4. ACTION REQUESTED: ALTHOUGH NEW ZEALANDERS SEEMED SATISFIED WITH DISCUSSION, WOULD APPRECIATE ANY FURTHER INFORMATION ON STATUS OF PROGRAM WHICH YOU THINK WOULD BE USEFUL TO THEM AND, SPECIFICALLY, COMMENT ON ROLE OF CENTRAL BANK, IF ANY. WOULD ALSO REQUEST YOU FORWARD CY 1976 IMPORT DATA AS SOON AS AVAILABLE.  
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## Message Attributes

**Automatic Decaptioning:** X  
**Capture Date:** 01-Jan-1994 12:00:00 am  
**Channel Indicators:** n/a  
**Current Classification:** UNCLASSIFIED  
**Concepts:** NONFAT DRIED MILK, AGRICULTURAL PROGRAMS  
**Control Number:** n/a  
**Copy:** SINGLE  
**Sent Date:** 07-Jan-1977 12:00:00 am  
**Decaption Date:** 01-Jan-1960 12:00:00 am  
**Decaption Note:**  
**Disposition Action:** RELEASED  
**Disposition Approved on Date:**  
**Disposition Case Number:** n/a  
**Disposition Comment:** 25 YEAR REVIEW  
**Disposition Date:** 22 May 2009  
**Disposition Event:**  
**Disposition History:** n/a  
**Disposition Reason:**  
**Disposition Remarks:**  
**Document Number:** 1977STATE003660  
**Document Source:** CORE  
**Document Unique ID:** 00  
**Drafter:** CRCAVANAUGH:DE  
**Enclosure:** n/a  
**Executive Order:** N/A  
**Errors:** N/A  
**Expiration:**  
**Film Number:** D770007-0620  
**Format:** TEL  
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**Litigation History:**  
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**Message ID:** 728a30dc-c288-dd11-92da-001cc4696bcc  
**Office:** ORIGIN EB  
**Original Classification:** LIMITED OFFICIAL USE  
**Original Handling Restrictions:** n/a  
**Original Previous Classification:** n/a  
**Original Previous Handling Restrictions:** n/a  
**Page Count:** 2  
**Previous Channel Indicators:** n/a  
**Previous Classification:** LIMITED OFFICIAL USE  
**Previous Handling Restrictions:** n/a  
**Reference:** n/a  
**Retention:** 0  
**Review Action:** RELEASED, APPROVED  
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**Review Media Identifier:**  
**Review Release Date:** n/a  
**Review Release Event:** n/a  
**Review Transfer Date:**  
**Review Withdrawn Fields:** n/a  
**SAS ID:** 3642644  
**Secure:** OPEN  
**Status:** NATIVE  
**Subject:** TITLE II SECTION 206 NFDM PROGRAM IN PHILIPPINES  
**TAGS:** EAGR, ETRD, RP, US  
**To:** MANILA  
**Type:** TE  
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**Review Markings:**  
Margaret P. Grafeld  
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